CLASSIFICATION SECRET Sanitized - Approved For Release CLASENCE 82-0045778064000 INFORMATION REPORT CD NO. CONFIDENTIAL COUNTRY Italy DATE DISTR. 10 JAN 50 activities of Czechoslovak Commercial SUBJECT NO. OF PAGES 1 Lission in Lilan 25X1A PLACE NO. OF ENCLS. **ACQUIRED** TO CLA LIBRADY DATE OF INF SUPPLEMENT TO In late October 1949, Alexander Merad, functionary of the Czechoslovak Ministry of Foreign Trade, accompanied by Arturo Klein, attached to the Czechoslovak Legation in Rome as functionary of the Czechoslovak Ministry of Foreign Trade, Prokop (fnu) of Mercur Export (sic), Prague, and Frantisek Adamek, General Director of Centrotex, * Prague, came to Eilan to arrange the purchase of large quantities of rayon from the Italviscosa firm. ** On the morning of 25 October, the party called at the COEDA (Compagnia Europea Balcanica; European Balkan Company) *** of Bilan. After a short conversation, during which the advantages of using COLDA as an intermediary were discussed, it was agreed that Nerad and Augusto Doro**** should meet in the afternoon at the Czechoslovak Consulate to make final arrangements. That afternoon, to Doro's surprise, Herad stated that he could not force adamek to use COEBA and that since Adamek was not a member of the Party, it was difficult to explain to him that by using COEBA, the Italian Communist Party would be helped. Doro attempted to argue the point, but Werad refused to discuss the matter further. The next morning Doro called at the Italviscosa offices for samples and quotations and learned that rokop had already been there, the transaction had been completed, and, at Prokop's request, prices had been increased two per cent, with this commission to be cashed by Prokop. On his return to COEDA, Doro prepared a wire for the Czechoslovak Minister in Rome, Dr. Miloslav Matousek, informing him as to what had transpired. Dr. Matousek had previously warned Doro not to trust Herad. During the middle of November 1949, Werad and Prokop went to Trieste, where they have an agent named Gutman (fnu), 25X1A CONFIDENTIAL SECKET CLASSIFICATION STATE NAVY AIR NSRB DISTRIBUTION FBI Document No. No Change In Class, Declassified Class. Changed To: 13

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